IN THE UNITED STATES DISTRICT COURT FOR THE EASTERN DISTRICT OF VIRGINIA NORFOLK DIVISION

ACTIVEVIDEO NETWORKS, INC.

Plaintiff/Counterclaim-Defendant,

v.

VERIZON COMMUNICATIONS INC., VERIZON SERVICES CORP., VERIZON VIRGINIA INC. AND VERIZON SOUTH INC.

Defendants/Counterclaim-Plaintiffs.

Civil Action No. 2:10-cv-248 RAJ/DEM

STIPULATION OF DISMISSAL AND [PROPOSED] ORDER

It is hereby stipulated between Plaintiff ActiveVideo Networks, Inc. ("ActiveVideo") and Defendants Verizon Communications Inc., Verizon Services Corp., Verizon Virginia Inc. and Verizon South Inc. (collectively, "Verizon"), by and through their respective counsel, pursuant to Federal Rule of Civil Procedure 41(a)(1)(A)(ii), that the above-captioned action, including all claims and counterclaims, shall be dismissed with prejudice and that the parties shall bear their own costs, expenses and attorneys' fees. The parties request that the Court enter the Proposed Agreed Order attached as **Exhibit 1** dismissing the matter with prejudice.

Dated: September 25, 2012 Respectfully submitted,

/s/ Stephen E. Noona

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CERTIFICATE OF SERVICE

I hereby certify that on September 25, 2012, I will electronically file the foregoing with the Clerk of the Court using the CM/ECF system, which will send a notification of such filing (NEF) to the following:

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